AMENDED IN SENATE JUNE 24, 2002 AMENDED IN ASSEMBLY MAY 2, 2002

CALIFORNIA LEGISLATURE—2001-02 REGULAR SESSION

ASSEMBLY BILL

No. 2063

Introduced by Assembly Member Reyes

(Coauthor: Senator Costa)

February 19, 2002

An act to add Sections 31621.31, 31621.32, 31639.27, 31639.28, 31664.21, 31676.20, 31727.11, and 31727.21 to the Government Code, relating to county employees' retirement.

LEGISLATIVE COUNSEL'S DIGEST

AB 2063, as amended, Reyes. County employees' retirement: benefits.

Under the County Employees Retirement Law of 1937, service retirement benefits for safety members are based on a 2% at age 50 formula, and those benefits for nonsafety members are based on one of several specified formulas adopted by the county board of supervisors.

This bill would authorize the board of supervisors in Fresno County to adopt a 2.5% at age 50 formula for safety members and a 2.5% at age 55 formula for nonsafety members in that county, to adopt corresponding contribution rates or to apply a single rate of contributions, and to establish nonservice-connected disability retirement allowances for those members, as specified.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

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The people of the State of California do enact as follows:

1 SECTION 1. Section 31621.31 is added to the Government 2 Code, to read:

- 31621.31. (a) In adopting Section 31676.20, the normal rates of contribution, except for members covered by Article 6.8 (commencing with Section 31639) of this chapter, shall be rates that provide an average annuity at age 55 years equal to the fraction of one-one hundred sixtieth of the final compensation of members not covered by Article 6.8, according to the tables adopted by the board of supervisors, for each year of service rendered after entering this system.
 - (b) This system may be made applicable in a county on the first
- (b) This section may be made applicable to Fresno County on the first day of the month after the board of supervisors of the county adopts, by majority vote, a resolution adopting this section.
- (c) This section shall only apply to a county of the 12th class, as provided by Sections 28020 and 28033.
- SEC. 2. Section 31621.32 is added to the Government Code, to read:
- 31621.32. Instead of the normal rates of contribution required by Section 31621.31, the board of supervisors may, upon actuarial advice, establish a single rate of contributions—contribution applicable to all persons becoming members after this section is made operative in that county by the board of supervisors. However, this rate shall be established to provide the average annuity described in Section 31621.31.
- 26 SEC. 3. Section 31639.27 is added to the Government Code, 27 to read:
 - 31639.27. The normal rates of contribution *in Fresno County* shall be rates that will provide an average annuity at age 50 years equal to the fraction of one-one hundred sixtieth of the final compensation of safety members, according to the table adopted by the board of supervisors, for each year of service rendered after entering the system.
- SEC. 4. Section 31639.28 is added to the Government Code, to read:
- 36 31639.28. Instead of the normal rate of contribution required 37 by Section 31639.27, the board of supervisors may, upon actuarial 38 advice, establish a single rate of contribution applicable to all

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persons becoming members after this section is made operative in that county by the board of supervisors. However, this rate shall be established to provide the average annuity described in Section 31639.27.

SEC. 5. Section 31664.21 is added to the Government Code, to read:

31664.21. (a) Notwithstanding any other provisions of this chapter, the current service pension or the current service pension combined with the prior service pension is an additional pension for safety members purchased by the contributions of the county or district sufficient when added to the service retirement annuity to equal the fraction of one-fortieth of the member's final compensation set forth opposite his or her age at retirement taken to the preceding completed quarter year in the following table, multiplied by the number of years of current service or years of current and prior service with which the member is entitled to be credited at retirement, but in no event shall the total retirement allowance exceed the limitation of the safety member's final compensation as set forth in Section 31676.1 as it now reads or may hereafter be amended to read:

21		
22	Age at Retirement	Fraction
23	41	.6258
24	$41^{1}/_{4}$.6350
25	$41^{1}/_{2}$.6442
26	$41^3/_4$.6533
27	42	.6625
28	$42^{1}/_{4}$.6720
29	$42^{1}/_{2}$.6814
30	$42^3/_4$.6909
31	43	.7004
32	$43^{1}/_{4}$.7102
33	$43^{1}/_{2}$.7200
34	$43^{3}/_{4}$.7299
35	44	.7397
36	$44^{1}/_{4}$.7499
37	$44^{1}/_{2}$.7601
38	$44^3/_4$.7703
39	45	.7805
40	$45^{1}/_{4}$.7910

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1	$45^{1}/_{2}$.8016
2	$45^{3}/_{4}$.8121
3	46		.8226
4	$46^{1}/_{4}$.8339
5	$46^{1}/_{2}$.8452
6	$46^{3}/_{4}$.8565
7			.8566
8	47		.8678
9	$47^{1}/_{4}$.8780
10	$47^{1}/_{2}$.8882
11	$47^{3}/_{4}$.8983
12	48		.9085
13	$48^{1}/_{4}$.9194
14	$48^{1}/_{2}$.9304
15	$48^{3}/_{4}$.9413
16	49		.9522
17	$49^{1}/_{4}$.9641
18	$49^{1}/_{2}$.9761
19	$49^{3}/_{4}$.9880
20	50		1.0000
21	$50^{1}/_{4}$		1.0130
22	$50^{1}/_{2}$		1.0259
23	$50^{3}/_{4}$		1.0387
24	51		1.0516
25	$51^{1}/_{4}$		1.0656
26	$51^{1}/_{2}$		1.0796
27	51 ³ / ₄		1.0937
28	52 521/	• • • • • • • • • • • • • • • • • • • •	1.1078
29 30	$52^{1}/_{4}$ $52^{1}/_{2}$		1.1231
31	$52^{1}/_{2}$ $52^{3}/_{4}$		1.1384
32	523/4		1.1538 1.1692
33	53 ¹ / ₄		
34	$53^{1}/4$ $53^{1}/2$		1.1859
35	$53^{3}/_{2}$ $53^{3}/_{4}$		1.2028
36	54 54		1.2195 1.2336
37	34		1.2366
38	$54^{1}/_{4}$		1.2547
39	$54^{1}/_{2}$		1.2730
3)	J+ /2		1.2730

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1	$54^3/_4$	1.2915
2	55 and over	1.3099

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- (b) The fractions herein set forth shall be used until adjusted by the board for its retirement system in accordance with the interest and mortality tables adopted by the board.
- (c) Contributions may not be made by safety members having eredit for 30 years of continuous service.
- (d) This section shall apply to Fresno County only and may not be operative in that county until the board of supervisors, by resolution, makes this section applicable.
- (b) Contributions shall not be made by safety members having credit for 30 years of continuous service.
- (c) This section shall apply to Fresno County only and is not operative in that county until the board of supervisors, by resolution, makes this section applicable.
- SEC. 6. Section 31676.20 is added to the Government Code, to read:
- 31676.20. (a) This section may be made applicable in any county on the first day of the month after the board of supervisors of the county adopts, by majority vote, a resolution providing that this section shall become applicable in the county. Notwithstanding any other provisions of this chapter, the current service pension or the current service pension combined with the prior service pension is an additional pension for members purchased by the contributions of the county or district sufficient, when added to the service retirement annuity, to equal the fraction of one-fortieth of the member's final compensation set forth opposite the member's age at retirement, taken to the preceding completed quarter year, in the following table multiplied by the number of years of current service or years of current and prior service with which the member is entitled to be credited at retirement, but in no event shall the total retirement allowance exceed the member's final compensation.

36	Age at Retirement	Fraction
37	50	.7454
38	$50^{1}/_{4}$.7561
39	$50^{1}/_{2}$.7668
40	$50^3/_4$.7775

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1	51		.7882
2	$51^{1}/_{4}$.7998
3	$51^{1/2}$.8114
4	$51^{3}/_{4}$.8230
5	52		.8346
6	$52^{1}/_{4}$.8472
7	$52^{1}/_{2}$.8598
8	$52^{3}/_{4}$.8724
9	53		.8850
10	$53^{1}/_{4}$.8987
11	$53^{1}/_{2}$.9125
12	$53^{3}/_{4}$.9262
13	54		.9399
14	$54^{1}/_{4}$.9549
15	$54^{1}/_{2}$.9699
16	$54^{3}/_{4}$.9849
17	55		1.0000
18	$55^{1}/_{4}$		1.0111
19	$55^{1}/_{2}$		1.0223
20	$55^{3}/_{4}$		1.0335
21	56		1.0447
22	$56^{1}/_{4}$		1.0597
23	$56^{1}/_{2}$		1.0747
24	$56^{3}/_{4}$		1.0898
25	57		1.1048
26	$57^{1}/_{4}$		1.1207
27	$57^{1}/_{2}$		1.1367
28	$57^{3}/_{4}$		1.1526
29	58		1.1686
30	$58^{1}/_{4}$		1.1855
31	$58^{1}/_{2}$		1.2025
32	$58^{3}/_{4}$		1.2195
33	59		1.2365
34	$59^{1}/_{4}$		1.2547
35	$59^{1}/_{2}$		1.2729
36	$59^{3}/_{4}$		1.2911
37	60 and	l over	1.3093
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(b) In any county operating under this section any limitations in any provisions of this chapter upon the amount of compensation used for computing rates of contributions shall be disregarded.

(c)

- (b) Wherever in this chapter reference is made to survivorship benefits and rights under Section 31676.1, the same shall apply to this section.
- (d) This section shall apply to Fresno County only and shall not be operative in that county until the board of supervisors, by resolution, makes this section applicable.
- SEC. 7. Section 31727.11 is added to the Government Code, to read:
- 31727.11. In counties adopting Section 31676.20, upon retirement for nonservice connected nonservice-connected disability, a member who has attained the age of 62 years shall receive a service retirement allowance.

The nonservice connected nonservice-connected disability retirement pension for a member under the age of 62 years shall be an amount that, with the portion of the member's annuity provided by his or her accumulated normal contributions, will make his or her disability retirement allowance equal to:

- (a) Ninety percent of one-fortieth of his or her final compensation multiplied by the number of years of service credited to him or her, if either the member must rely upon service in another retirement system in order to be eligible to retire, or the disability retirement allowance exceeds one-third of his or her final compensation.
- (b) If the member is eligible to retire without relying upon service in another retirement system and the disability retirement allowance computed under subdivision (a) does not exceed one-third of his or her final compensation, 90 percent of one-fortieth of his or her final compensation multiplied by the number of years of service which would be creditable to him or her if his or her service continued until the age of 62 years, but in that case the retirement allowance may not exceed one-third of his or her final compensation.
- 37 SEC. 8. Section 31727.21 is added to the Government Code, 38 to read:
 - 31727.21. In counties adopting Section 31664.21, the nonservice connected nonservice-connected disability retirement

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pension for a safety member shall be an amount that, with the portion of his or her annuity provided by his or her accumulated normal contributions, will make his or her disability retirement allowance equal to:

- (a) Ninety percent of one-fortieth of his or her final compensation multiplied by the number of years of service credited to him or her, if either the member must rely upon service in another retirement system in order to be eligible to retire, or the disability retirement allowance exceeds one-third of his or her final compensation.
- (b) If the member is eligible to retire without relying upon service in another retirement system and the disability retirement allowance computed under subdivision (a) does not exceed one-third of his or her final compensation, 90 percent of one-fortieth of his or her final compensation multiplied by the number of years of service which would be creditable to him or her if his or her service continued until the age of 55 years, but in that case the retirement allowance may not exceed one-third of his or her final compensation.